

**DEPARTMENT OF CORPORATIONS**

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SACRAMENTO, CALIFORNIA

IN REPLY REFER TO:  
FILE NO: OP 10/98**NOTICE OF PROPOSED FINAL TEXT OF RULES OF  
THE COMMISSIONER OF CORPORATIONS UNDER THE  
CORPORATE SECURITIES LAW OF 1968**

To Interested Persons:

On January 28, 2000, the Commissioner of Corporations published a Notice of Proposed Changes regarding the proposed amendment of Sections 260.210, 260.211, 260.211.1, 260.234, and 260.241 of the Commissioner's rules under the CORPORATE SECURITIES LAW OF 1968 (see California Regulatory Notice Register, No. 2000, 4Z).

Because the final text of Sections 260.211, 260.211.1 and 26.234 differ from the text of the regulations dated January 13, 2000, a copy of the final text is being made available to the public in accordance with the requirements of Government Code Section 11346.8(c). The text showing modifications to Sections 260.236 is attached. Additions to these sections shown by double underlining and deletions are shown by double strike-out. The text of the remaining rule will not be amended further.

**REASONS FOR CHANGES**

A statement of reasons for the proposed action containing all the information upon which the proposal is based is available from the Office of Policy, Sacramento Office of the Department of Corporations. Request Document OP 10/98-C. As required by the Administrative Procedure Act, the Office of Policy maintains a hearing file containing all the information upon which the proposal is based. The rulemaking file is available for public inspection during regular business hours. Comments or inquiries concerning these proposed regulation changes may be directed to TIMOTHY L. LeBAS, Senior Corporations Counsel, at (916) 322-3553.

Notice is also given that any interested person may present statements or arguments relevant to the proposed action by a written communication addressed to the Commissioner of Corporations. Attn: Timothy L. LeBas, Senior Corporations Counsel. Office of Policy. 980 Ninth Street, Suite 500. Sacramento, California, 95814-3610, and received on or before 5 p.m., September 25, 2000.

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NOTE: The proposed changes to the Commissioner's rules under the Corporate Securities Law of 1968 set forth above and in the attached final text are not yet effective. These regulations will be filed with the Office of Administrative Law on or about October 6, 2000. When it is known whether the changes to the Commissioner's rules will become effective as proposed, and if so, when, the information will be posted on the Department's website ([www.corp.ca.gov](http://www.corp.ca.gov)) and distributed in the same manner as this notice.

Dated: September 8, 2000  
Sacramento, California

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WILLIAM KENEFICK  
Acting Commissioner